

The National Automobile Dealers Association (NADA), representing over 16,500 franchised new car dealers nationwide, is requesting that your Senator become an original cosponsor of the "Supply Chain Disruptions Relief Act," which is expected to be reintroduced the week of Feb. 13 by Sens. Sherrod Brown and Tim Scott. This bill is identical to S. 4105 in the 117th Congress, which had 59 bipartisan [cosponsors](#), including your Senator. That bill passed the Senate by unanimous consent on Dec. 22, 2022. The House companion bill (H.R. 7382) had 174 bipartisan [cosponsors](#).

The deadline to sign on as an original cosponsor is Friday, Feb. 10 at the close of business.

The "Supply Chain Disruptions Relief Act" is a technical and non-controversial bill that would allow businesses on LIFO extended time to replace vehicle inventories as pandemic-related global disruptions and reduced auto production have made it nearly impossible to replenish new vehicle supply. Please see the NADA LIFO issue brief [here](#).

The "Supply Chain Disruptions Relief Act" is still important to dealers. Though inventory has improved since hitting historic lows in September 2021, it is still well below what was considered normal before the pandemic. **Under the legislation dealers would have until the end of 2025 to replenish inventory and compute LIFO reserve/LIFO recapture for years 2020 and 2021.**

The Treasury Department has indicated its [support](#) for a "legislative solution" to this issue and is working cooperatively with Congress on this bill.

We urge your Senator to become an original cosponsor of the "Supply Chain Disruptions Relief Act." See attached Senate draft.

Please contact either Chad Bolt ([Chad Bolt@brown.senate.gov](mailto:Chad_Bolt@brown.senate.gov)) with Senator Brown or Adam Farris ([Adam Farris@scott.senate.gov](mailto:Adam_Farris@scott.senate.gov)) with Senator Scott to cosponsor.

Thank you for your consideration, and please let us know if you have any questions.

Ivette Rivera
Senior Vice President
Legislative Affairs
irivera@nada.org

Kerry Feehery
Senior Director
Legislative Affairs
kfeeher@nada.org

